

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
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**FISCAL IMPACT STATEMENT**

**LS 6978**  
**BILL NUMBER: SB 234**

**DATE PREPARED:** Dec 28, 2000  
**BILL AMENDED:**

**SUBJECT:** Appropriation to Youth Education Center.

**FISCAL ANALYST:** Sherry Fontaine  
**PHONE NUMBER:** 232-9867

**FUNDS AFFECTED:**     **GENERAL**  
                              **X DEDICATED**  
                              **FEDERAL**

**IMPACT:** State

| STATE IMPACT            | FY 2001 | FY 2002   | FY 2003 |
|-------------------------|---------|-----------|---------|
| State Revenues          |         |           |         |
| State Expenditures      |         | 500,000   |         |
| Net Increase (Decrease) |         | (500,000) |         |

**Summary of Legislation:** This bill appropriates to the Indiana State Police \$500,000 from the Build Indiana Fund (BIF) for the Youth Education and Historical Center expansion project.

**Effective Date:** July 1, 2001.

**Explanation of State Expenditures:** This bill appropriates from the Build Indiana Fund \$500,000 to the Indiana State Police. The appropriation is for the 2001-2003 biennium for the purposes specified in the bill.

*Background:* The Build Indiana Fund was established by IC 4-30-17. Under the current statute, surplus Lottery revenue is first transferred to the Teachers' Retirement Fund (TRF) and the Pension Relief Fund (PRF). Once these transfers are made, surplus Lottery revenue is then distributed to the Lottery and Gaming Surplus Account (LGSA) within the Build Indiana Fund.

The LGSA also receives surplus gaming revenues (revenues from the Riverboat Wagering Tax, the Parimutuel Wagering Tax, and the Charity Gaming Excise Tax). A statutorily determined amount of revenue in the LGSA is transferred each year to the Motor Vehicle Excise Tax Replacement Account (MVETRA) within the state General Fund. (Beginning with FY 2002 and continuing each year thereafter this amount is equal to approximately \$236.2 M.) The remaining money in the LGSA is then transferred to the State and

Local Capital Projects Account (SLCPA). The table below outlines the actual and estimated Lottery and gaming revenue for FY 2000 to FY 2003, along with the required statutory distributions.

**Surplus Lottery and Gaming Revenue & Distributions (Millions)**

| <b>Revenues &amp; Distributions</b> | <b>FY 2000<br/>(Actual)</b> | <b>FY 2001<br/>(Projected)</b> | <b>FY 2002<br/>(Projected)</b> | <b>FY 2003<br/>(Projected)</b> |
|-------------------------------------|-----------------------------|--------------------------------|--------------------------------|--------------------------------|
| Surplus Lottery Revenue             | \$173.3                     | \$167.0                        | \$167.0                        | \$167.0                        |
| TRF Transfer                        | (\$30.0)                    | (\$30.0)                       | (\$30.0)                       | (\$30.0)                       |
| PRF Transfer                        | (\$30.0)                    | (\$30.0)                       | (\$30.0)                       | (\$30.0)                       |
| Surplus Lottery Revenue to the LGSA | \$113.3                     | \$107.0                        | \$107.0                        | \$107.0                        |
| Surplus Gaming Revenue to the LGSA  | \$252.5                     | \$256.6                        | \$256.6                        | \$256.6                        |
| Interest                            | \$18.1                      | \$14.0                         | \$14.0                         | \$14.0                         |
| <b>Total Revenue to LGSA</b>        | <b>383.9</b>                | <b>377.6</b>                   | <b>377.6</b>                   | <b>377.6</b>                   |
| MVETRA Transfer                     | (\$219.8)                   | (\$234.7)                      | (\$236.2)                      | (\$236.2)                      |
| SLCPA Transfer                      | (\$164.1)                   | (\$142.9)                      | (\$141.4)                      | (\$141.4)                      |

The balance of the BIF as of June 30, 2000, is \$342.1 M.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Indiana State Police.

**Local Agencies Affected:**

**Information Sources:** State Budget Agency.